

House File 688 - Reprinted

HOUSE FILE 688

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HSB 234)

(As Amended and Passed by the House May 10, 2011)

A BILL FOR

- 1 An Act relating to tax credits for investment in certain
- 2 qualifying businesses or community-based seed capital funds
- 3 and including retroactive applicability provisions.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 15.119, subsection 2, Code 2011, is
2 amended to read as follows:

3 2. The department, with the approval of the board, shall
4 adopt by rule a procedure for allocating the aggregate tax
5 credit limit established in this section among the following
6 programs ~~administered by the department~~:

7 a. The high quality job creation program administered
8 pursuant to sections 15.326 through 15.336.

9 b. The film, television, and video project promotion program
10 administered pursuant to sections 15.391 through 15.393.

11 c. The corporate tax research credit under the quality jobs
12 enterprise zone program pursuant to section 15A.9, subsection
13 8.

14 d. The enterprise zones program administered pursuant to
15 sections 15E.191 through 15E.197.

16 e. The assistive device tax credit program administered
17 pursuant to section 422.11E and section 422.33, subsection 9.

18 f. The tax credits for investments in qualifying businesses
19 and community-based seed capital funds issued pursuant to
20 section 15E.43. In allocating tax credits pursuant to this
21 subsection, the department shall allocate two million dollars
22 for purposes of this paragraph.

23 Sec. 2. Section 15E.42, subsection 2, Code 2011, is amended
24 to read as follows:

25 2. "*Board*" means the ~~Iowa capital investment~~ economic
26 development board created in section ~~15E.63~~ 15.103.

27 Sec. 3. Section 15E.43, subsection 4, Code 2011, is amended
28 by striking the subsection and inserting in lieu thereof the
29 following:

30 4. The board shall not issue tax credits under this section
31 in excess of the amount approved by the department for any one
32 fiscal year pursuant to section 15.119.

33 Sec. 4. Section 15E.44, subsection 2, paragraphs d and e,
34 Code 2011, are amended to read as follows:

35 d. The business is not a business engaged primarily in

1 retail sales, real estate, or the provision of health care
2 or other ~~professional~~ services that require a professional
3 license.

4 e. The business shall not have a net worth that exceeds ~~ten~~
5 five million dollars.

6 Sec. 5. CODE EDITOR DIRECTIVE. If 2011 Iowa Acts, House
7 File 590, is enacted, the Code editor is directed to change
8 references in this Act from "economic development board" to
9 "economic development authority."

10 Sec. 6. RETROACTIVE APPLICABILITY. This Act applies
11 retroactively to January 1, 2011, for tax years beginning and
12 investments made on or after that date.